

HP Termination

About

HP termination refers to an application for making an entry of termination of agreement of hire purchase, lease or hypothecation agreement in the certificate of hypothecation.

Guidelines

- Apply for making an entry of hire-purchase, lease or hypothecation agreement in the certificate of registration of a motor vehicle in [Form 35](#), duly signed by the registered owner of the vehicle and the financier
- Confirm whether it is the case of termination due to failure to make repayment to financier
- If all dues are cleared then provide certificate of due clearance from financier
- Pay appropriate fee as specified in rule 81 of the Central Motor Vehicle Rules 1989
- If the termination is due to failure of repayment the financier then RC should be issued in the name of financier

Issuance of RC in the name of financier

- Apply for the issue of a fresh certificate of registration in [Form 36](#)
- Provide allotment letter of the vehicle
- Provide the insurance certificate
- Pay appropriate fee for transfer of ownership as specified in rule 81 of the Central Motor Vehicle Rules 1989
- A notice will be issued to the registered owner of the vehicle if he refuses to deliver the certificate of registration to the financier or absconds

Documents required

- Application in [Form 35](#)
- Certificate of registration
- Allotment letter of the vehicle
- Valid insurance certificate
- Proof of address*
- Pollution under control certificate*
- R.C.Book*
- Attested cop of PAN card or [Form 60](#) and [Form 61](#) (as applicable) *
- No Objection Certificate from financier*
- Chassis & Engine Pencil Print*
- Signature Identification of owner*

Reference

- The Motor Vehicles Act 1988 (Section 51 of Chapter IV)
- The Central Motor Vehicles Rules 1989 (Rule 61)
- State transport official websites

Documents marked with asterisk (*) may be required in some states.

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